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March 30, 2007

FLORENCE P. BELSER
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VIA EFILING and HAND DELIVERY

Mr. Charles L.A. Terreni
Chief Clerk/Administrator
South Carolina Public Service Commission
101 Executive Center Dr., Suite 100
Columbia, SC 29210

Re: Status Notification to Commission In Accordance with Commission
Order No. 2007-195
In Re: **Docket No.: 2005-224-C and 1999-515-C** (Flatel, Inc. d/b/a Telephone USA f/k/a
Florida Telephone Company)

Dear Mr. Terreni:

Please allow this correspondence to serve as the response of the South Carolina Office of Regulatory Staff ("ORS") as required under Commission Order No. 2007-195. In that Order, the Commission requested a report from the ORS notifying the Commission with regard to the invoicing and receipt by the ORS of outstanding obligations of Flatel, Inc. ("Flatel" or "Company").

The ORS calculated that Flatel owed \$13,730.00 in unpaid Universal Service Fund obligations and an additional \$621.00 in gross receipt assessments. An invoice for the total amount of \$14,351.00 was mailed to Flatel by the ORS on March 23, 2007. On March 29, 2007 the ORS received a check from Flatel for \$14,351.00, representing the total amount owed by the Company. Additionally, ORS will begin assessing Flatel on a monthly basis for the current year's USF assessments with invoices issued for the month of April, 2007.

In light of the ORS' receipt of these funds and the Company's compliance with the other conditions set forth by the Commission in Order No. 2006-662, the ORS has no objection to the full and permanent reinstatement of Flatel's Certificate of Public Convenience and Necessity.

Thank you for your consideration in this matter. If you have any questions, please do not hesitate to call me.

Sincerely,


Jeffrey M. Nelson

JMN/pjm

cc: Mr. Abby Matari – Amatari@Flatel.net (via E-mail and US Mail)